Recording Requested By:

East Bay Realty Services, Inc. c/o Hercules Incorporated Hercules Plaza Wilmington, Delaware 19894

Recorded at request of GRANTO, at _____min. Past____m.
Contra Costa County Recorder
Exephon L. Weir, Recorder FEE: \$

92 269449

When Recorded, Mail to:

Department of Toxic Substances Control
Region 2
700 Heinz Avenue, Suite 200
Berkeley, California 94710
Attention: Project Manager, Hercules Incorporated Site
Site Mitigation Branch

COVENANT AND AGREEMENT

TO RESTRICT USE OF PROPERTY

HERCULES INCORPORATED SITE - WETLANDS AREA

HERCULES, CALIFORNIA

This Covenant and Agreement ("Covenant") is made on the

Bay Realty Services, Inc., a wholly owned subsidiary of Hercules Incorporated ("Covenantor"), who is the owner of record of certain wetlands situated in Hercules, County of Contra Costa, State of California, described in Exhibit A attached hereto and incorporated herein by reference ("the Wetlands") and by the California Department of Toxic Substances Control. The Wetlands (approximately 2 acres), the Legal Description of which is set forth in Exhibit A, is a part of the 41-acre Hercules Incorporated site described in Exhibit B attached hereto and incorporated herein by reference ("the Site"). This Covenant is made with reference to the following facts:

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A. The Wetlands is a wetlands area (as defined in Article II, Section 2.5 of this Covenant) and contains hazardous substances.

B. Description of Facts

B.1 Contamination of the Wetlands. The Hercules Incorporated Site has been vacant and abandoned since the early 1960's when all buildings and structures were demolished. From 1912 to the mid 1950's, various munitions and explosives were manufactured and stored at the Site. Housekeeping practices during this time entailed periodically washing down small production buildings (bunkers) and draining the washwater onto the surrounding soils. By surface water runoff, soil contaminants drained to the Site's Wetlands area from adjacent bunkers. Subsurface soil at the Wetlands area was found to be contaminated at a depth of 1 to 2 feet below the surface with trinitrotoluene (TNT), dinitrotoluene (DNT), and dinitrobenzene (DNB). TNT was detected in the Wetlands as high as 9,600 parts per million (ppm); DNT was detected as high as 13 ppm; and DNB was not detected at the analytical detection limit of 0.25 ppm. These contaminants in the upland areas were excavated to meet residential standards and disposed offsite in March and April 1992. Limited excavation in the Wetlands was also conducted in April 1992.

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Approximately 250 cubic yards of contaminated soil was also removed from the Wetlands area at a depth of 1.0-2.5 feet below the surface. After soil removal, the Wetlands was restored by backfilling with clean imported fill and replacing the first foot of surface soil which was set aside during excavation. An Operation and Maintenance Plan for the Wetlands has been developed and will be implemented for a minimum of three years for the restoration of the Wetlands vegetation as required by the U.S. Army Corps of Engineers.

- B.2 General Description of Wetlands Remediation. The remedial action for the Wetlands area of the Hercules Incorporated Site is outlined in the final Amended Remedial Action Plan (ARAP) dated January 1992. Section V.D of the ARAP consists of conducting a limited excavation of the Wetlands and restoration of the excavated areas. The limited excavation was conducted in April 1992 to ensure protection of human health and the environment by preventing exposure to contaminated soils.
- B.3 Exposure Pathway. If the Wetlands area were disturbed or the contaminated soil were excavated and brought to the surface, people conducting the excavation and/or children playing in the Wetlands could be exposed to the contaminated soils. Exposures can take place via excavated soil contact resulting in inhalation, dermal

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contact, or ingestion by humans or animals. The risk of public exposure is lessened by distance from contaminants, shortened length of time of exposure and mitigation measures to control exposure. The limited excavation eliminated any significant risks to human health and the environment.

Designating this area as a "wetlands" should further limit access and attendant potential risks. A description of potential human health effects of contaminants found on the Wetlands is described in Appendix A.

Adjacent Land Uses and Population Potentially B.4 Affected. The Hercules Incorporated Site is currently zoned single family residential (R-1). Residential housing currently borders the Site to the south and to the west. The Hercules Properties, Inc. site and the Gelsar property are located north of the Site and are combined into a single. City of Hercules Specific Plan which calls for a mix of light industrial, commercial, mixed research and development, historic, residential, waterfront park, and waterfront commercial uses. The City of Hercules water treatment plant is also located north of the Site. are no residential neighborhoods to the north and east within one mile. The closest residential neighborhoods are the Wildwood Development about 600 feet to the south across

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COURT PAPER STATE OF CALIFORNIA STD. 113 (REV. 8-72) Hercules Village about 300 feet to the west. The Interstate

San Pablo Avenue and the Santa Fe Railroad tracks, and

80/Highway 4 interchange is located northeast of the Site.

C. Covenantor desires and intends that in order to protect
the present or future public health and safety and the
environment, the Wetlands shall be used in such a
manner as to avoid potential harm to persons or
property which may result from hazardous substances and
wastes which have been left on unspecified portion(s)
of the Wetlands. This area is designated as a wetlands
area and shall be protected, preserved and dedicated
for the sole use as a wetlands habitat unless modified
in the future in accordance with Article IV.

ARTICLE I

1.1 Provisions to Run With the Land. This Covenant sets forth protective provisions, covenants, restrictions, and conditions; (collectively referred to as "Restrictions"), upon and subject to which the Wetlands and every portion thereof shall be improved, held, used, occupied, leased, sold, hypothecated, encumbered, and/or conveyed. Each and all of the Restrictions shall run with the land, and pass with each and every portion of the Wetlands, and shall apply to and bind the respective successors in interest thereof. Each and all of the Restrictions are imposed on the entire Wetlands unless expressly stated as applicable to a specific portion of the

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Wetlands. Each and all of the Restrictions are imposed pursuant to Section 25355.5 and 25356.1 of Health and Safety Code and run with the land pursuant to Section 25355.5. Each and all of the Restrictions are enforceable by the Department of Toxic Substances Control.

- 1.2 Concurrence of Owners Presumed. All purchasers, lessees, or possessors of any portion of the Wetlands shall be deemed by their purchase, leasing, or possession of such Wetlands, to be in accord with the foregoing and to agree for and among themselves, their heirs, successors, and assignees, and the agents, employees, and lessees of such owners, heirs, successors, and assignees, that the Restrictions as herein established must be adhered to for the benefit of future Owners and Occupants and that their interest in the Wetlands shall be subject to the Restrictions contained herein.
- 1.3 Incorporation Into Deeds and Leases. Covenantor desires and covenants that the Restrictions set out herein shall be incorporated by reference in each and all deeds and leases of any portion of the Wetlands.

ARTICLE II

DEFINITIONS

- 2.1 <u>Department</u>. "Department" shall mean the
 California State Department of Toxic Substances Control and
 shall include its successor agencies, if any.
- 2.2 <u>Improvements</u>. "Improvements" shall mean all buildings, roads, driveways, paved parking areas, regrading, excavation, and backfilling, constructed or placed upon any portion of the Wetlands.
- 2.3 Owner. "Owner" shall mean the Covenantor or its successors in interest, including heirs, and assigns, who hold title to all or any portion of the Wetlands.
- 2.4 <u>Director</u>. "Director" shall mean the Director of the California Department of Toxic Substances Control or his or her designee.
- 2.5 Wetlands. "Wetlands" shall mean the two (2) acre area at the Hercules Incorporated Site as delineated in Exhibit A. Pursuant to California Fish and Game Code, Division 3, Chapter 9, Section 2785(g), "wetlands" means lands which may be covered periodically or permanently with shallow water and which include saltwater marshes,

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freshwater marshes, open or closed brackish water marshes, swamps, mudflats, fens, and vernal pools.

ARTICLE III

DEVELOPMENT, USE, AND CONVEYANCE OF THE WETLANDS

- 3.1 Restrictions on Development and Use. promises to restrict the use of the Wetlands as described in Exhibit A as follows:
- No development of the Wetlands for commercial, industrial, research and development, office, warehouse, or any other business or occupational use shall be permitted. Any disturbance shall not be permitted on the Wetlands unless otherwise necessary to mitigate the contaminants left on the Wetlands.
- No agricultural use shall be permitted on the Wetlands. b.
- No residence, hospitals, day-care centers, schools, senior citizen centers, or other permanently occupied human habitation shall be permitted on the Wetlands.
- d. No disturbance of the soils/sediments and surface water on the Wetlands shall be permitted. Such prohibited activities on the Wetlands include: excavation,

grading, removal, trenching, filling, mining, or drilling of gas, oil or water wells.

- pursuant to Section 25232(a)(2) of the Health and Safety Code.
- f. The vegetation, surface water and habitat of the Wetlands shall be preserved to the extent feasible as set forth in the Department approved Operation and Maintenance Plan dated August 1992. The use of the Wetlands shall be dedicated solely to the Wetlands habitat.
- g. The Wetlands maintenance shall be carried out for three years after excavation and restoration completion pursuant to the approved Operations and Maintenance Plan.
- h. The Wetlands shall be secured against unauthorized entry with a fence for a period of three years or until the Wetlands damaged vegetation has been fully restored.
- i. All uses and development of the Wetlands shall be for the preservation of the Wetlands area including

periodic inspection, maintenance and repair.

j. Covenantor promises to comply with the following requirements:

The Owner shall notify the Department of each of the following: 1) The type, cause, location and date of any disturbance to the Wetlands area which could result to bringing the hazardous substances buried on the Wetlands to the surface; and 2) The type and date of repair of such disturbance. Notification to the Department and a request for any proposed repair by earth movement or excavation shall be made by telephone within 24 hours of the discovery of Wetlands disturbance and by registered mail within five (5) working days of both the discovery of Wetlands disturbance and the completion of repairs.

k. The Department or its designated agents (including successor agencies) shall have access to the Wetlands for the purpose of inspection, surveillance, or monitoring, or other purposes necessary to protect the public health or safety and the environment as provided in Chapters 6.5 and 6.8 of the Health and Safety Code and Chapter 4 of Division 7 of the Water Code.

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Conveyance of Wetlands. The Owner or Owners 3.2 shall provide a thirty (30) day advance notice to the Department of any sale, lease, or other conveyance of the Wetlands or an interest in the Wetlands to a third person. The Department shall not, by reason of the Covenant, have authority to approve, disapprove, or otherwise affect any sale, lease, or other conveyance of the Wetlands except as otherwise provided by law, by administrative order, or by reason of this Covenant.

- Enforcement. Failure of the Owner to comply with any of the requirements, as set forth in paragraph 3.1 shall be grounds for the Department, by reason of the Covenant, to require that the Owner modify or remove any Improvements constructed in violation of that paragraph. Violation of the Covenant shall be grounds for the Department to file civil and criminal actions against the Owner as provided by law.
- 3.4 Notice in Agreements. All Owners and Occupants ' . shall execute a written instrument which shall accompany all purchase, lease, sublease, or rental agreements relating to The instrument shall contain the following the Wetlands. statement:

"The land described herein contains hazardous substances. Such condition renders the land and the

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owner, lessee, or other possessor of the land subject to requirements, restrictions, provisions, and liabilities contained in Chapter 6.5 and Chapter 6.8 of Division 20 of the Health and Safety Code. This statement is not a declaration that a hazard exists."

ARTICLE IV

MODIFICATION AND TERMINATION

- 4.1 Modification. Any Owner or, with the Owner's consent, any lessee of the Wetlands or any portion thereof may apply to the Department for a written modification from the provisions of this Covenant. Such application and the decision/determination on that application shall be made in accordance with Section 25233 of the Health and Safety Code.
- 4.2 <u>Termination</u>. Any Owner or, with the Owner's consent, a lessee of the Wetlands or a portion thereof may apply to the Department for a termination of the Restrictions as they apply to all or any portion of the Wetlands. Such application and the decision/determination on that application shall be made in accordance with Section 25234 of the Health & Safety Code.
- 4.3 Term. Unless terminated in accordance with paragraph 4.2 above, by law or otherwise, this Covenant shall continue in effect in perpetuity.

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ARTICLE V

MISCELLANEOUS

- 5.1 No dedication intended. Nothing set forth herein shall be construed to be a gift or dedication, or offer of a gift or dedication, of the Wetlands or any portion thereof to the general public or for any purposes other than for usage as Wetlands habitat.
- 5.2 Notices. Whenever any person gives or serves any notice, demand or other communication with respect to this Covenant, each such notice, demand, or other communication shall be in writing and shall be deemed effective 1) when delivered, if personally delivered to the person being served or to an officer of a corporate party being served or official of a government agency being served, or 2) three (3) business days after deposit in the mail if mailed by United States mail, postage paid certified, return receipt requested:

To: East Bay Realty Services, Inc.

c/o Hercules Incorporated

Hercules Plaza

Wilmington, Delaware 19894

Attn: Director, Corporate Real Estate

Copy to: Department of Toxic Substances Control

Region 2

700 Heinz Avenue, Suite 200 Berkeley, California 94710 Attention: Project Officer, Hercules Incorporated Site

Site Mitigation Branch

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Copy to:

included herein.

Covenant.

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Department of Toxic Substances Control

8950 Cal Center Drive, Bldg. 3 Suite 101

Partial Invalidity. If any portion of the

Article Heading. Headings at the beginning of

5.5 Recordation. This instrument shall be executed by

Restriction set forth herein or terms is determined to be

invalid for any reason, the remaining portion shall remain

in full force and effect as if such portion had not been

each numbered article of this Covenant are solely for the

the Covenantor and the Director, California Department of

by the Covenantor in the County of Contra Costa within

thirty (30) days of the date of execution.

Toxic Substances Control. This instrument shall be recorded

convenience of the parties and are not a part of the

Technical Services Branch

Sacramento, California 95826

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5.6 <u>References</u>. All references to Code sections include successor provisions.

IN WITNESS WHEREOF, the parties execute this Covenant as of the date set forth below.

OWNER

East Bay Realty Services Inc., a wholly owned subsidiary of Hercules Incorporated

DEPARTMENT OF TOXIC SUBSTANCES CONTROL

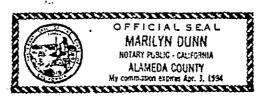
By: Darbara J. Cook, Chief Site Mitigation Branch Region 2

Date: 9-28-92

STATE OF CALIFORNIA

estimbul 1992 before me, the undersigned, a Notary Public in and for said state, personally appeared Barbara J. Cook, personally known to me or proved to me on the basis of satisfactory evidence to be the person who executed the within instrument as Site Mitigation Branch Chief, Region 2, of the Department of Toxic Substances Control, the Agency that executed the within instrument, and acknowledged to me that such Agency executed the same.

WITNESS my hand and official seal.



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Notary Public in and for said County and State

STATE OF Delaware)

COUNTY Lew Castle)

County (

On fustionly 21, 1992 before me, the undersigned, a Notary Public in and for said state, personally appeared fund for personally known to me or proved to me on the basis of satisfactory evidence to be the person who executed the within instrument as Covenantor of the corporation that executed the within instrument, and acknowledged to me that such corporation executed the same pursuant to its bylaws or a resolution of its board of directors.

WITNESS my hand and official seal.

Notary Public in and for said

County and State

My Commission expires Jan. 22, 1993

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STATE OF CALIFORNIA

APPENDIX A

CONTAMINANT HEALTH EFFECTS

Trinitrotoluene (TNT). TNT exposure hazard is by inhalation, ingestion and skin absorption. Exposure to TNT may cause irritation of the eyes, nose and throat. It may cause dermatitis and may stain skin, hair, and nails. There have been reported cases of fatalities of workers after several years of continuous exposure to TNT due to toxic hepatitis or aplastic anemia.

<u>Dinitrotoluene (DNT)</u>. DNT exposure hazard is by inhalation, ingestion and skin absorption. DNT may produce anoxia due to the formation of methemoglobin. Repeated or prolonged exposure may cause anemia. Cyanosis may occur.

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Legal Description

Hercules Incorporated Wetlands Hercules, CA

Beginning at a point located 410 feet on a bearing North 38° 30° East of the southwest property corner of Lot 028 in Book 404 of maps on page 020, City of Herculen; thence, traversing North 20° East 75 feet; thence, North 30° 30° East 134 feet; thence, North 1° East 204 feet; thence, North 89° West 45 feet; thence, North 37° 30° West 107 feet; thence, North 22° 30° East 205 feet; thence, South 59° 30° East 167 feet; thence, South 12° 30° West 207 feet; thence, South 2° 30° East 120 feet; thence, South 4° West 85 feet; thence, South 21° 30° West 107 feet; thence, South 59° 30° West 155 feet to the point of beginning.

EXHIBIT A

WETLANDS AREA MAP

LEGAL DESCRIPTION OF THE WETLANDS AREA

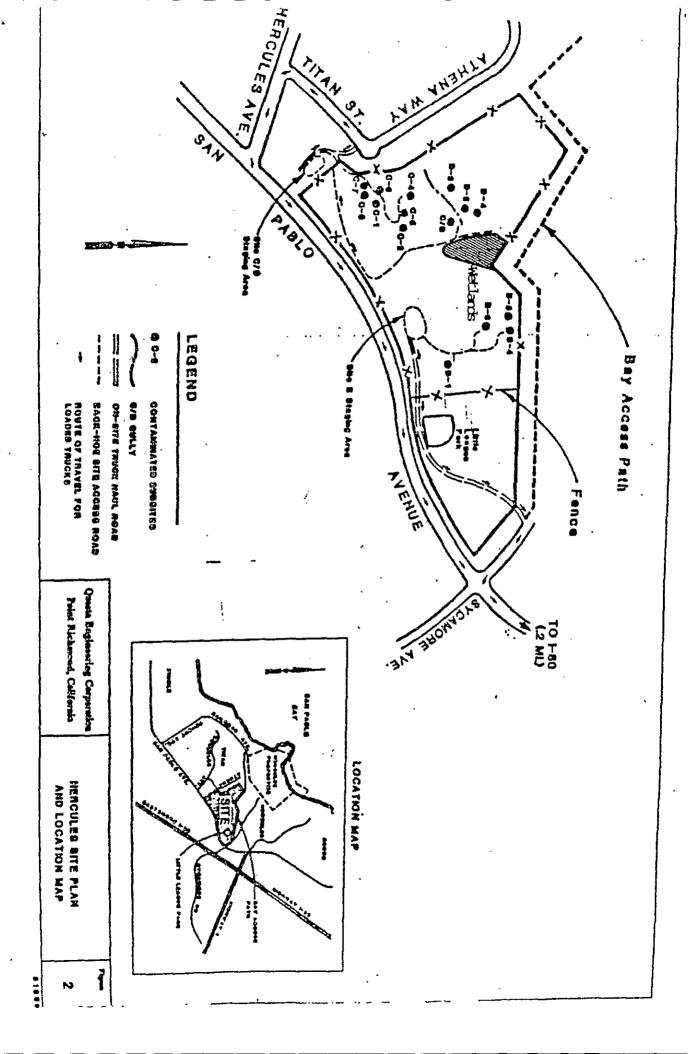
PROPERTY LINE . -BIKE PATH HERCULES SITE APN 404-020-028 WETLANDS AREA -SCALE 1" - 100" POINT OF BEGINNING Questa Engineering Corporation Point Richmond, California - PROPERTY LINE WETLANDS DEED RESTRICTION AREA " HERCULES SOUTHWEST PROPERTY CORNER

EXHIBIT B

HERCULES INCORPORATED SITE MAP

HERCULES INCORPORATED SITE LEGAL DESCRIPTION

ASSESSOR'S PARCEL MAP



SITE LEGAL DESCRIPTION

Real Property in the City of Hercules, County of Contra Costa, State of California, described as follows:

A portion of that 436.48 acre parcel of land as shown on sheet 5 of that certain Record of Survey Map filed August 15, 1974, in Book 57 of Licensed Surveyors Maps, at Pages 23 to 42, in the Office of the County Recorder of Contra Costa County, described as follows:

BEGINNING at a concrete monument in the northerly line of San Pablo Avenue at the easterly terminus of the course, as shown on sheet 5 of said Record of Survey Map, as N 88° 39' 30" W, 296.03 feet, thence from said point of BEGINNING, along the northerly line of San Pablo Avenue the following described courses and distances: N 88° 39' 30" W, 296.03 feet to a point; S 84° 00' 38" W, 422.28 feet to a point; S 74° 16' 10" W, 229.17 feet to a point of curvature with an arc length of 156.88 feet, a radius of 1,398.74 feet, through an angle of 6° 25' 34"; thence thereby S 57° 14' 51* W, 528.63 feet to a point; and S 53° 26' 00" W, 104.04 feet to a point;

Thence leaving said northerly line of San Pablo Avenue N 31° 451 00" W, 502.31 feet to a point; thence N 58° 15' 00" E, 103.58 feet to a point; thence N 31° 45' 00" W, 900.00 feet to a point; thence N 58° 151> 00" E, 461.98 feet to a point of curvature with an arc length of 185.23 feet, a radius of 53.5 feet through an angle of 19° 50' 14"; thence thereby S 49° 04' 00" E, 537.60 feet a point; thence along another arc length of 157.78 feet, a radius of 400 feet, through an angle of 22° 36'; thence thereby N 48° 50' 00" E, 205.20 feet to a point; thence S 83° 55' 00" E, 1,230.20 feet to a point; thence S 57° 25' 00" E, 423.30 feet to a point; thence S 47° 50' 00" E, 65.44 feet to a point on the northerly line of San Pablo Avenue; thence along another arc length of 65.68 feet, a radius of 949.57 feet; thence thereby continuing along the northerly line of San Pablo Avenue the following described courses and distances: \$ 72° 14' 02" W, 524.16 feet to a point; thence N 65° 34' 18" W, 26.34 feet to a point; thence N 87° 58' 33" W, 8.75 feet to a point; thence S 68° 22' 47" W, 31.30 feet to the point, and place of BEGINNING and containing 41.055 acres be the same more or less.

Bearings and distances herein conform with the California Coordinate System, Zone 3. Multiply distances by 1.000069 to obtain ground distances.

